

WILBARGER COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED SEPTEMBER 30, 2010

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FINANCIAL SECTION



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Independent Auditor's Report

To The Honorable County Judge and County Commissioners
Wilbarger County, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wilbarger County, Texas, as of and for the year ended September 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Wilbarger County, Texas as of September 30, 2010, and the respective changes in financial position and cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and the budgetary comparison schedules identified as Required Supplementary Information in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplemental information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements which collectively comprise Wilbarger County, Texas' basic financial statements. The combining statements and budget comparisons are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining statements and budget comparisons have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Edgin, Parkman, Fleming & Fleming, PC

EDGIN, PARKMAN, FLEMING & FLEMING, PC

Wichita Falls, Texas
May 24, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Wilbarger County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2010.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the fiscal year ended September 30, 2010, by \$13,413,518 (net assets). Of this amount, \$5,379,749 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The County's total net assets increased by \$64,660. The primary reason for the increase is actual expenditures being substantially less than budgeted expenditures.
- The County's governmental funds reported combined ending fund balances of \$5,013,549, an increase of \$87,016 in comparison to the previous year.
- The unreserved portion of the General Fund balance at the end of the year was \$2,993,744 or 65.94% of total General Fund Expenditures.
- Total bonded debt of the County decreased by \$67,000 during the year as a result of an annual payment on the 2005 Tax Notes. Capital Lease obligations decreased by \$121,003 primarily due to refinancing of \$106,188 from Capital Lease Payable to Notes Payable relating to an Excavator purchased in 2008-09. This refinancing will save the County several thousand dollars and caused the County's Notes Payables balances to increase by \$110,681 over the previous year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) fiduciary financial statements, and 4) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Wilbarger County's finances. This is done in a manner similar to a private-sector business. Two statements, the Statement of Net Assets and the Statement of Activities, are utilized to provide this financial overview.

The Statement of Net Assets presents information on all of the County's assets and liabilities with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flow. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide statements distinguish between governmental activities and business-type activities. Governmental activities basically account for those activities supported by taxes and intergovernmental revenues. On the other hand, business-type activities are basically supported by user fees and charges. Most County services are reported in governmental activities while business-type activities are reported in the Enterprise fund.

Fund Financial Statements. The County, like other state and local governments, utilizes fund accounting to ensure and demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. All of the funds of the County can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the near-term inflows and outflows of spendable resources as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains eight individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, the Road & Bridge Fund, and Capital Improvement Fund, all of which are considered to be major funds. Data from the other five funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds. The County maintains one type of proprietary fund, an enterprise fund. The Enterprise fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses the enterprise fund to account for its Airport operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail.

Fiduciary Funds. The County maintains funds used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support County programs.

Notes to Financial Statements. The notes provide additional information that is essential to gain a full understanding of the data provided in the government-wide, fund financial statements and fiduciary fund statements.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Required supplementary information can be found after the notes to the financial statements. The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information.

Government-wide Financial Analysis

At the end of fiscal year 2010, the County's net assets (assets exceeding liabilities) totaled \$13,413,518. This analysis focuses on the net assets (Table 1) and changes in net assets (Table 2).

Net Assets. The largest portion of the County's net assets, \$7,947,574 or 59.25 percent, reflects its investment in capital assets (land and improvements, buildings, infrastructure, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the County reports its capital assets net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets, \$86,195 or 0.64%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$5,379,749, or 40.11%, may be used to meet the government's ongoing obligations to citizens and creditors.

Table 1
 Condensed Statement of Net Assets

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>09-30-10</u>	<u>09-30-09</u>	<u>09-30-10</u>	<u>09-30-09</u>	<u>09-30-10</u>	<u>09-30-09</u>
Current and other assets	\$ 6,394,848	\$ 5,717,321	\$ 72,750	\$ 59,558	\$ 6,467,598	\$ 5,776,879
Capital assets	7,076,240	7,160,389	1,321,986	1,371,798	8,398,226	8,532,187
Total Assets	<u>13,471,088</u>	<u>12,877,710</u>	<u>1,394,736</u>	<u>1,431,356</u>	<u>14,865,824</u>	<u>14,309,066</u>
Long term liabilities	504,561	575,546	30,723	3,662	535,284	579,208
Other liabilities	905,550	352,377	11,472	28,623	917,022	381,000
Total Liabilities	<u>1,410,111</u>	<u>927,923</u>	<u>42,195</u>	<u>32,285</u>	<u>1,452,306</u>	<u>960,208</u>
Net Assets:						
Invested in capital assets net of related debt	6,650,038	6,656,865	1,297,536	1,371,798	7,947,574	8,028,663
Restricted for debt service	86,195	82,431	--	--	86,195	82,431
Unrestricted	<u>5,324,744</u>	<u>5,210,491</u>	<u>55,005</u>	<u>27,273</u>	<u>5,379,749</u>	<u>5,237,764</u>
Total Net Assets	<u>\$12,060,977</u>	<u>\$11,949,787</u>	<u>\$1,352,541</u>	<u>\$1,399,071</u>	<u>\$13,413,518</u>	<u>\$13,348,858</u>

Changes in Net Assets: The net assets of the County increased by \$64,660 from fiscal year September 30, 2009 as restated to fiscal year September 30, 2010.

Governmental Activities: Governmental activities increased the County's net assets by \$111,190 from September 30, 2009. This modest increase is primarily due to actual expenditures being substantially less than budgeted expenditures.

Business-type Activities: Net assets from business-type activities decreased by \$46,530 from September 30, 2009 due to a net loss of \$137,809 before transfers in from other funds.

Table 2
Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	09-30-10	09-30-09	09-30-10	09-30-09	09-30-10	09-30-09
Revenues:						
Program Revenues:						
Charges for services	\$1,727,907	\$1,744,061	\$276,730	\$259,156	\$2,004,637	\$2,003,217
Operating grants & contributions	336,264	214,520	11,256	11,366	347,520	225,886
Capital grants and contributions	--	755,735	--	--	--	755,735
General Revenues:						
Ad Valorem taxes	4,312,056	4,346,314	--	--	4,312,056	4,346,314
Sales Tax	539,778	525,378	--	--	539,778	525,378
Other taxes and fees	10,922	13,331	--	--	10,922	13,331
Interest	76,012	70,191	341	322	76,353	70,513
Miscellaneous	11,242	4,156	13,668	8,672	24,910	12,828
Gain on disposal of capital assets	237,302	18,353	1,675	1,295	238,977	19,648
Total Revenues	<u>7,251,483</u>	<u>7,692,039</u>	<u>303,670</u>	<u>280,811</u>	<u>7,555,153</u>	<u>7,972,850</u>
Expenditures:						
General Government	1,078,845	990,580	--	--	1,078,845	990,580
Judicial	878,460	844,055	--	--	878,460	844,055
Legal	193,448	187,880	--	--	193,448	187,880
Financial	433,746	429,455	--	--	433,746	429,455
Public Facilities	1,408,178	1,351,922	--	--	1,408,178	1,351,922
Public Safety	851,055	809,277	--	--	851,055	809,277
Health & Welfare	102,003	96,059	--	--	102,003	96,059
Conservation	125,443	121,174	--	--	125,443	121,174
Road & Bridge	1,970,847	1,820,619	--	--	1,970,847	1,820,619
Interest and Fiscal Charges	6,989	9,704	--	--	6,989	9,704
Airport Operations	--	--	441,479	401,367	441,479	401,367
Total Expenditures	<u>7,049,014</u>	<u>6,660,725</u>	<u>441,479</u>	<u>401,367</u>	<u>7,490,493</u>	<u>7,062,092</u>
Increase (decrease) in net assets						
Before transfers	202,469	1,031,314	(137,809)	(120,556)	64,660	910,758
Transfers	(91,279)	(30,000)	91,279	30,000	--	--
Net Assets-Beginning of year	11,949,787	11,163,338	1,399,071	1,489,627	13,348,858	12,652,965
Prior Period Adjustments	--	(214,865)	--	--	--	(214,865)
Net Assets-End of year	<u>\$12,060,977</u>	<u>\$11,949,787</u>	<u>\$1,352,541</u>	<u>\$1,399,071</u>	<u>\$13,413,518</u>	<u>\$13,348,858</u>

Governmental Activities. Governmental activities increased Wilbarger County's net assets by \$111,190. Key elements of this increase are as follows:

- Operating grants and contributions increased \$121,744 from 2008-09 due to a \$125,440 block grant from the Office of Rural Community Affairs project.
- Interest revenue increased by a modest \$5,821 in a time of decreasing interest rates. The County shifted most of the money previously invested in low interest money market funds into 12 month CDAR CD's providing higher interest rates.
- Road & Bridge Fund Precinct 3 sold used Motor Graders for large gains during 2009-10 which contributed to a \$218,949 increase in Road & Bridge gain on disposal of capital assets.
- Transfers to the Airport Fund increased \$61,279 from \$30,000 in 2008-09 to \$91,279 for 2009-10. The transfers to the Airport Fund are usually triggered by fuel purchases creating a cash flow timing issue.

Business-type Activities. Business-type activities decreased Wilbarger County's net assets by \$46,530. The Airport Fund required \$91,279 to be transferred in from other funds for 2009-10 compared to \$30,000 in the previous year. Better management of the Airport operations was a focus for 2009-10, the increase in transfers was a result of the timing of fuel purchases during the year. The collection rate of fuel sales and hangar rentals on account improved for 2009-10 compared to the previous fiscal year.

Financial Analysis of the Government's Funds

Government funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balances may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County's governmental funds reported combined fund balances of \$5,013,549, an increase of \$87,016 over fiscal year 2009.

The General Fund is the main operating fund of the County. At the end of the current fiscal year, the General Fund unreserved fund balance was \$2,993,744 which is an increase of \$54,289 over the previous fiscal year. Items of note concerning the General Fund are as follows:

- Tax revenues were \$70,263 less than the previous year amount due to a reduction in the property tax rate from the previous year and a decrease in the property tax valuations from the previous year.
- An increase over the previous year for interest of \$5,611 can be attributed to investing excess reserves in 12 month CD's through a CDARS program.
- Total General Fund expenditures were \$404,343 less than the previous year. In large measure this is due to the expenditures in 2008-09 for the covered arena that were not incurred in 2009-10.

The Road & Bridge Fund had an increase in fund balance of \$33,501. Items to note relative to the Road & Bridge Fund are as follow:

- Tax revenues increased \$55,588 due to an increase in the Road & Bridge property tax rate.
- Road and Bridge expenditures increased \$348,235 from the prior year due to additional purchases of road equipment.
- Proceeds from the sale of capital assets increased \$386,909 from the prior year due to the sale of six motor graders which is three more than in a typical year.

The other non-major governmental funds recognized an increase in fund balance of \$7,046.

Proprietary funds. The County's proprietary fund provides the same type of information found in the government-wide statements, but in more detail.

Budgetary Highlights. Each year the County performs periodic reviews of the budget. State law prohibits increasing total budgeted expenditures except during an emergency, however, an amount budgeted for one line item can be transferred to another budgeted item without authorizing an emergency expenditure. The most significant budget amendment during 2009-10 was to increase the Equipment/Machinery budget by \$386,691 for Road & Bridge Precinct 3 to allow for the purchase of three John Deere road graders and to increase the Road & Bridge Sale of Equipment budget by \$407,000 for the sale of three Road & Bridge Precinct 3 CAT road graders.

Notable budget variances include:

- The General Fund collected \$69,002 more taxes than budgeted due to the work of the Tax Assessor Collector's office and taxpayers' timely payments.
- Non-departmental expenditures, which includes contingency funds, had a positive budget variance of \$120,771 due to less than anticipated contingency-related expenditures.
- Courthouse expenditures of building maintenance, utilities, and capital improvements contributed to an \$82,101 positive budget variance.
- All four Road & Bridge Precinct budgets had positive budget variances. Precinct 2 had the largest positive variance at \$184,924 which has one less full time employee than the other precincts and had a large road grader variance.

Capital Assets and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of September 30, 2010, amounts to \$8,398,226 (net of accumulated depreciation). The investment in capital assets includes land, buildings and improvements, machinery and equipment and infrastructure. The total decrease in the County's investment in capital assets for the current year was 1.57%. More detailed information on capital asset activity is available in the notes to the financial statements.

Table 3
 Capital Assets at Year End
 Net of Accumulated Depreciation

Assets	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 307,699	\$ 307,699	\$ 33,137	\$ 33,137	\$ 340,836	\$ 340,836
Bldgs & Improvmts	2,461,766	2,546,115	667,521	674,956	3,129,287	3,221,071
Mach & Equipment	3,309,805	3,242,317	136,929	128,999	3,446,734	3,371,316
Infrastructure	996,970	1,064,258	484,399	534,706	1,481,369	1,598,964
	<u>\$7,076,240</u>	<u>\$7,160,389</u>	<u>\$1,321,986</u>	<u>\$1,371,798</u>	<u>\$8,398,226</u>	<u>\$8,532,187</u>

Debt Administration. At the end of the current fiscal year, Wilbarger County had total bonded debt outstanding of \$140,000, which is a decrease of \$67,000. This amount is backed by the full faith and credit of Wilbarger County.

During 2009-10 Wilbarger County increased the Notes Payable balances due to the purchasing of the following Road & Bridge equipment issuing short term notes payable for financing: Precinct 4 Excavator and Precinct 1 Tractor. The note payable for the Precinct 4 Excavator was used to pay off a higher interest capital lease from fiscal year 2008-09. Capital leases are also used for equipment and renovation purposes in the General Fund. The balance due at September 30, 2010 was \$12,846, a decrease from the prior year of \$121,003 as a result of monthly lease payments for copier leases and the transfer of the Road & Bridge Precinct 4 Excavator Capital Lease to a Note Payable.

Table 4
 Outstanding Debt at Year End

Type of Debt	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
General Obligation	\$ 140,000	\$ 207,000	\$ 0	\$ 0	\$ 140,000	\$ 207,000
Leases Payable	12,846	133,849	0	0	12,846	133,849
Notes Payable	273,356	162,675	24,505	0	297,861	162,675
Comp Absences	78,359	72,022	6,273	3,662	84,632	75,684
Total	\$ 504,561	\$ 575,546	\$ 30,778	\$ 3,662	\$ 535,339	\$ 579,208

Wilbarger County does not have a current bond rating from either Standard & Poor Corporation or Moody's Investor Service. More detailed information concerning debt activity is available in the notes to the financial statements.

Compensated absences in the Governmental Activities are typically repaid from the General and Road & Bridge Funds.

Economic Factors and Next Year's Budgets and Rates

The Wilbarger County economy remains relatively stable compared to the national economy. According to the Bureau of Labor Statistics Wilbarger County's unemployment rate as of September 30, 2010 was 6.2%, which is well below the state and national average. Sales tax collections for Wilbarger County modestly increased in fiscal 2010 by \$14,400 or 2.74% over fiscal 2009, an increase for the eighth consecutive year. Economic development initiatives are in progress and there is interest in Wilbarger County due to its central location between Amarillo, Fort Worth and Lubbock, Texas and Oklahoma City, Oklahoma. The City of Vernon has been selected as a Texas Main Street City.

During the 2009-10 fiscal year, unreserved fund balance in the General Fund increased by \$54,289. The 2010-11 adopted budget reflects a 1.41% decrease in General Fund revenue and a 0.58% decrease in General Fund expenditures over the 2009-10 amended budget.

The County ad valorem tax rate slightly increased for 2010-11 from 2009-10. The tax rate was increased by \$0.00878 for FY 2010. The County had a 97.38% collection rate in 2010 for current taxes, which was a slight decrease over the collection rate of 97.42% in 2009.

Requests for Information

This financial report is designed to provide a general overview of Wilbarger County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, 1700 Wilbarger, Room 10, Vernon, Texas 76384.

BASIC FINANCIAL STATEMENTS

WILBARGER COUNTY, TEXAS
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2010

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	\$ 1,479,570	\$ 9,279	\$ 1,488,849
Investments	3,996,528	24	3,996,552
Receivables, net:			
Taxes	231,128	-	231,128
Accounts	23,898	33,493	57,391
Fines	256,276	-	256,276
Intergovernmental	108,904	-	108,904
Internal balances	29,503	(29,503)	-
Due from fiduciaries	127,475	-	127,475
Inventories	42,203	36,968	79,171
Prepaid items	99,363	9,729	109,092
Other assets	-	12,760	12,760
Capital assets, net	7,076,240	1,321,986	8,398,226
Total assets	<u>13,471,088</u>	<u>1,394,736</u>	<u>14,865,824</u>
Liabilities			
Accounts payable	684,817	4,931	689,748
Salaries payable	105,261	2,327	107,588
Other payables	3,227	-	3,227
Payroll deductions and withholdings	100,590	-	100,590
Other liabilities	-	4,214	4,214
Unearned revenue	11,655	-	11,655
Long-term liabilities:			
Due within one year	188,205	9,658	197,863
Due in more than one year	316,356	21,065	337,421
Total liabilities	<u>1,410,111</u>	<u>42,195</u>	<u>1,452,306</u>
Net Assets			
Invested in capital assets, net of related debt	6,650,038	1,297,536	7,947,574
Restricted for:			
Debt service	86,195	-	86,195
Unrestricted	5,324,744	55,005	5,379,749
Total net assets	<u>\$ 12,060,977</u>	<u>\$ 1,352,541</u>	<u>\$ 13,413,518</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Primary Government:			
General government	\$ 1,078,845	\$ 315,790	\$ 156,804
Judicial	878,460	323,049	58,179
Legal	193,448	72,788	20,833
Financial	433,746	98,845	-
Public facilities	1,408,178	64,034	-
Public safety	851,055	312,228	51,975
Health and welfare	102,003	-	28,764
Conservation	125,443	-	-
Road and bridge	1,970,847	541,173	19,709
Interest and fiscal charges	6,989	-	-
Total governmental activities	<u>7,049,014</u>	<u>1,727,907</u>	<u>336,264</u>
Business-type Activities:			
Airport	<u>441,479</u>	<u>276,730</u>	<u>11,256</u>
Total primary government	<u>\$ 7,490,493</u>	<u>\$ 2,004,637</u>	<u>\$ 347,520</u>

General revenues:
 Property taxes, levied for general purposes
 Property taxes, levied for debt service
 Sales taxes
 Other taxes
 Investment earnings
 Miscellaneous
 Gain on disposal of capital assets
 Transfers
 Total general revenues and transfers

Change in net assets
 Net assets - beginning, as restated
 Net assets - ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (606,251)	\$ -	\$ (606,251)
(497,232)	-	(497,232)
(99,827)	-	(99,827)
(334,901)	-	(334,901)
(1,344,144)	-	(1,344,144)
(486,852)	-	(486,852)
(73,239)	-	(73,239)
(125,443)	-	(125,443)
(1,409,965)	-	(1,409,965)
(6,989)	-	(6,989)
<u>(4,984,843)</u>	<u>-</u>	<u>(4,984,843)</u>
-	(153,493)	(153,493)
<u>(4,984,843)</u>	<u>(153,493)</u>	<u>(5,138,336)</u>
4,234,793	-	4,234,793
77,263	-	77,263
539,778	-	539,778
10,922	-	10,922
76,012	341	76,353
11,242	13,668	24,910
237,302	1,675	238,977
(91,279)	91,279	-
<u>5,096,033</u>	<u>106,963</u>	<u>5,202,996</u>
111,190	(46,530)	64,660
<u>11,949,787</u>	<u>1,399,071</u>	<u>13,348,858</u>
<u>\$ 12,060,977</u>	<u>\$ 1,352,541</u>	<u>\$ 13,413,518</u>

WILBARGER COUNTY, TEXAS
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2010

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 642,913	\$ 704,251	\$ 132,406	\$ 1,479,570
Investments	2,351,500	1,373,230	271,798	3,996,528
Receivables, net:				
Taxes	155,606	65,926	9,596	231,128
Accounts	23,789	-	109	23,898
Fines	244,621	-	11,655	256,276
Intergovernmental	99,446	9,458	-	108,904
Due from other funds	108,308	21,683	6,123	136,114
Advance to other funds	-	20,864	-	20,864
Inventories	629	41,574	-	42,203
Prepaid items	81,411	13,618	4,334	99,363
Total assets	<u>\$ 3,708,223</u>	<u>\$ 2,250,604</u>	<u>\$ 436,021</u>	<u>\$ 6,394,848</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 49,842	\$ 631,762	\$ 3,213	\$ 684,817
Salaries payable	80,275	24,986	-	105,261
Other payables	1,505	1,722	-	3,227
Payroll deductions and withholdings	100,590	-	-	100,590
Unearned revenue	400,227	65,926	21,251	487,404
Total liabilities	<u>632,439</u>	<u>724,396</u>	<u>24,464</u>	<u>1,381,299</u>
Fund balances:				
Reserved for:				
Debt service	-	-	76,599	76,599
Advances to other funds	-	20,864	-	20,864
Inventory	629	41,574	-	42,203
Prepays	81,411	13,618	4,334	99,363
Unreserved, reported in:				
General Fund	2,993,744	-	-	2,993,744
Special Revenue Funds	-	1,450,152	228,630	1,678,782
Capital Projects Funds	-	-	101,994	101,994
Total fund balances	<u>3,075,784</u>	<u>1,526,208</u>	<u>411,557</u>	<u>5,013,549</u>
Total liabilities and fund balances	<u>\$ 3,708,223</u>	<u>\$ 2,250,604</u>	<u>\$ 436,021</u>	<u>\$ 6,394,848</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2010

Total fund balances - governmental funds (Exhibit A-3)		\$ 5,013,549
Amounts reported for <i>governmental activities</i> in the Statement of Net Assets (Exhibit A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds. Capital assets at year-end consist of:		
Gross capital assets	\$ 20,811,823	
Related accumulated depreciation	<u>13,735,583</u>	7,076,240
Property tax receivables and fines receivables are not available to pay for current period expenditures and therefore are deferred in the funds.		475,749
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:		
Tax notes payable	140,000	
Capital leases payable	12,846	
Notes payable	273,356	
Accrued compensated absences	<u>78,359</u>	<u>(504,561)</u>
Total net assets - governmental activities (Exhibit A-1)		<u>\$ 12,060,977</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	General Fund	Road and Bridge	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 3,495,965	\$ 1,255,237	\$ 77,187	\$ 4,828,389
Fees and commissions	711,456	541,174	65,310	1,317,940
Fines and forfeitures	162,760	-	-	162,760
Intergovernmental	178,128	19,709	149,350	347,187
Interest	55,777	18,510	1,725	76,012
Miscellaneous	75,135	141	169,279	244,555
Total revenues	<u>4,679,221</u>	<u>1,834,771</u>	<u>462,851</u>	<u>6,976,843</u>
Expenditures				
Current				
General government	839,565	13,708	205,458	1,058,731
Judicial	871,260	-	-	871,260
Legal	175,503	-	17,254	192,757
Financial	431,552	-	-	431,552
Public facilities	1,317,595	-	-	1,317,595
Public Safety	686,070	-	169,104	855,174
Health and welfare	98,904	-	-	98,904
Conservation	119,540	-	-	119,540
Road and bridge	-	2,953,678	-	2,953,678
Debt service:				
Principal	-	-	67,000	67,000
Interest and fiscal charges	-	-	6,989	6,989
Total expenditures	<u>4,539,989</u>	<u>2,967,386</u>	<u>465,805</u>	<u>7,973,180</u>
Excess (deficiency) of revenues over (under) expenditures	<u>139,232</u>	<u>(1,132,615)</u>	<u>(2,954)</u>	<u>(996,337)</u>
Other financing sources (uses):				
Transfers in	-	-	10,000	10,000
Transfers out	(92,763)	-	-	(92,763)
Proceeds from debt issuance	-	141,188	-	141,188
Sale of capital assets	-	1,024,928	-	1,024,928
Total other financing sources (uses)	<u>(92,763)</u>	<u>1,166,116</u>	<u>10,000</u>	<u>1,083,353</u>
Net change in fund balances	46,469	33,501	7,046	87,016
Fund balances, beginning of year	3,029,315	1,492,707	404,511	4,926,533
Fund balances, end of year	<u>\$ 3,075,784</u>	<u>\$ 1,526,208</u>	<u>\$ 411,557</u>	<u>\$ 5,013,549</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 87,016

Amounts reported for *governmental activities* in the Statement of Activities (Exhibit A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. The net difference between the two are as follows:

Capital outlay during the year	\$ 1,329,864	
Depreciation expense for the year	<u>616,735</u>	713,129

Proceeds from the sale of capital assets are recorded as revenues when received in the governmental funds. In the Statement of Activities, the difference between the proceeds and the book value of the capital asset is reported as a gain (loss) from sale. (797,278)

Because property tax and fines receivables will not be collected for several months after the County's fiscal year ends, they are not considered 'available' revenues and are deferred in the governmental funds. Deferred revenues increased by this amount this year. 37,338

The issuance of debt is reported as an other resource in the governmental funds, but is an addition to long-term liabilities in the Statement of Net Assets. The long-term debt issued during the year was as follows:

Notes payable	<u>140,052</u>	(140,052)
---------------	----------------	-----------

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. The long-term debt principal paid during the year was as follows:

Tax notes	67,000	
Capital leases	121,003	
Notes payable	<u>29,371</u>	217,374

Included in long-term debt are obligations for accrued vacation and sick leave. The changes in this obligation are not included in the governmental fund financial statements, but are included in the government-wide financial statements. The change in this long-term obligation was: (6,337)

Change in net assets of governmental activities (Exhibit A-2) \$ 111,190

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF NET ASSETS
ENTERPRISE FUND
SEPTEMBER 30, 2010

	Enterprise Fund <u>Airport</u>
Assets	
Current assets:	
Cash and cash equivalents	\$ 9,279
Investments	24
Receivables, net:	
Accounts	33,493
Inventories	36,968
Prepaid items	9,729
Total current assets	<u>89,493</u>
Other assets	12,760
Capital assets, net	1,321,986
Total assets	<u>1,424,239</u>
Liabilities	
Current liabilities:	
Accounts payable	4,931
Salaries payable	2,327
Due to other funds	8,639
Compensated absences - current portion	1,903
Note payable - current portion	7,755
Other payables	4,214
Total current liabilities	<u>29,769</u>
Noncurrent liabilities:	
Compensated absences	4,370
Note payable	16,695
Advance from other funds	20,864
Total noncurrent liabilities	<u>41,929</u>
Total liabilities	<u>71,698</u>
Net Assets	
Invested in capital assets, net of related debt	1,297,536
Unrestricted	55,005
Total net assets	<u>\$ 1,352,541</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND NET ASSETS - ENTERPRISE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Enterprise Fund <u>Airport</u>
OPERATING REVENUES:	
Sale of fuel	\$ 213,735
Hangar rentals	62,641
Other revenues	354
Total Operating Revenues	<u>276,730</u>
OPERATING EXPENSES:	
Salaries and related costs	81,498
Other services and charges	72,152
Supplies	185,545
Depreciation	100,586
Total Operating Expenses	<u>439,781</u>
Operating Loss	<u>(163,051)</u>
NON-OPERATING REVENUES (EXPENSES):	
Intergovernmental revenue	11,256
Lease revenue	13,668
Gain on sale of capital assets	1,675
Interest revenue	341
Interest expense	(1,698)
Total Non-operating Revenues (Expenses)	<u>25,242</u>
Net Loss Before Transfers and Capital Contribution	(137,809)
Transfers in	82,763
Capital contribution	<u>8,516</u>
Change in net assets	(46,530)
Net assets, beginning of year	<u>1,399,071</u>
Net assets, end of year	<u>\$ 1,352,541</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF CASH FLOWS
ENTERPRISE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Enterprise Fund <u>Airport</u>
Cash Flows from Operating Activities:	
Cash Received From Customers	\$ 261,836
Cash Payments to Employees for Services	(78,567)
Cash Payments to Other Suppliers for Goods and Services	(272,463)
Net Cash Used by Operating Activities	<u>(89,194)</u>
Cash Flows from Non-capital Financing Activities:	
Transfers from Other Funds	82,763
Intergovernmental Grants	11,256
Lease Revenue	13,668
Net Cash Provided by Non-capital Financing Activities	<u>107,687</u>
Cash Flows from Capital and Related Financing Activities:	
Interest Paid	(1,698)
Principal Paid	(9,361)
Proceeds from Sale of Capital Assets	10,000
Acquisition of Capital Assets	(50,583)
Issuance of Note Payable	24,450
Net Cash Used for Capital & Related Financing Activities	<u>(27,192)</u>
Cash Flows from Investing Activities:	
Interest on Investments	341
Net Cash Provided for Investing Activities	<u>341</u>
Net Decrease in Cash and Cash Equivalents	(8,358)
Cash and Cash Equivalents at Beginning of Year	17,661
Cash and Cash Equivalents at End of Year	<u>\$ 9,303</u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:	
Operating Loss	\$ (163,051)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Depreciation	100,586
Change in Assets and Liabilities:	
Decrease (Increase) in Receivables	(14,894)
Decrease (Increase) in Inventories	(2,324)
Decrease (Increase) in Prepaid Expenses	(3,610)
Increase (Decrease) in Accounts Payable	(21,565)
Increase (Decrease) in Salaries Payable	320
Increase (Decrease) in Due to other funds	8,639
Increase (Decrease) in Other Payables	4,094
Increase (Decrease) in Compensated Absences	2,611
Total Adjustments	<u>73,857</u>
Net Cash Used by Operating Activities	<u>\$ (89,194)</u>
Cash and Cash Equivalents Reported on Basic Financial Statement:	
Cash	\$ 9,279
Investments Treated as Cash Equivalents	24
	<u>\$ 9,303</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
SEPTEMBER 30, 2010

	Agency Funds
Assets	
Cash and cash equivalents	\$ 986,005
Investments	60,911
Total assets	<u>\$ 1,046,916</u>
Liabilities	
Accounts payable	\$ 1,519
Other payables	1,037
Due to other funds	127,475
Due to other governments	393,304
Due to others	523,581
Total liabilities	<u>\$ 1,046,916</u>

The accompanying notes are an integral part of this statement.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2010

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting Entity

The County, a political subdivision of the State of Texas is governed by an elected judge and four county commissioners which comprise the Commissions' Court. The County's operational activities include general administrative services, judicial, public safety, the construction and maintenance of roads, health and welfare assistance, permanent records preservation, and conservation.

The accounting policies of Wilbarger County, Texas (County) conform to generally accepted accounting principles issued by the Governmental Accounting Standards Board which is the recognized financial accounting standards setting body for governmental entities. The notes to the financial statements are an integral part of the County's basic financial statements.

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all organizations, activities, functions and component units for which the County (the "primary government") is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the County's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the County.

There are no component units which satisfy requirements for blending or discrete presentation within the County's financial statements. Accordingly, the basic financial statements present the County only.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all the non-fiduciary activities of the County. For the most part, the effects of interfund activity have been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely, to a significant extent, on fees and charges for support.

The government-wide statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational requirements or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

3. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Fines and permits, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Road and Bridge Fund* accounts for the activities of the Road and Bridge department.

Other Governmental Funds are a summarization of all the nonmajor governmental funds.

The County reports the following major proprietary fund:

The *Airport Fund* accounts for the operations of the County's airport.

Additionally, the County reports the following fund types:

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, and/or other agency funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, miscellaneous revenue, and interest income.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Airport enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

4. Assets, Liabilities, and Net Assets or Equity

a. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal of and interest on which are unconditionally guaranteed or insured by the State of Texas or the United States; (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (5) certificates of deposit by state and national banks domiciled in this state that are guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor, or secured by obligations that are described above; or (6) fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by (1), pledged with third party selected or approved by the County, and placed through a primary government securities dealer.

Investments maturing within one year of date of purchase are stated at cost or amortized cost, all other investments are stated at fair value which is based on quoted market prices.

b. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectibles.

Property taxes are levied on October 1 by the County based on the January 1 property values as appraised by the Wilbarger County Central Appraisal District. Taxes are due without penalty until January 31 of the next calendar year. After January 31 the County has an enforceable lien with respect to both real and personal property. Under state law, property taxes levied on real property constitute a perpetual lien on the real property which cannot be forgiven without specific approval of the State Legislature. Taxes applicable to personal property can be deemed uncollectible by the County.

c. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, and similar items), are reported in the governmental activities column in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the time received.

The costs of normal maintenance and repairs that do not add to the value of the asset, or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets of the primary government are depreciated using the straight line method over the following estimated useful lives:

Buildings	30 - 40 years
Infrastructure	20 - 45 years
Machinery and Equipment	5 - 10 years

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

6. Compensated Absences

Employees accumulate earned but unused vacation and compensatory time. All vacation and compensatory pay is accrued when incurred in the government-wide statements. A liability is reported for these amounts in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

7. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Reserved Fund Balances

Portions of fund equity are segregated for future use and are therefore not available for appropriation. Amounts reserved for debt service represent portions of fund equity which are required to be segregated in accordance with the County's bond ordinances.

B. COMPLIANCE AND ACCOUNTABILITY

1. Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures", there were no violations of finance-related legal and contractual provisions required to be reported.

2. Deficit Fund Balance or Fund Net Assets of Individual Funds

The County has no funds with a deficit fund balance or fund net assets.

C. DEPOSITS AND INVESTMENTS

1. Cash

At year end, the carrying amount of the County's cash on hand and deposits was \$1,488,849. All of the bank balance was covered by federal deposit insurance and collateralized by the pledging financial institution's trust department in the County's name.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

2. Investments

The County is required by Government Code Chapter 2256, The Public Funds Investment Act (Act) to adopt, implement, and publicize an investment policy. That policy must be written; primarily emphasize safety of principal and liquidity; address investment diversification, yield, maturity and the quality and capability of investment management; include a list of the types of authorized investments in which the investing entity's funds may be invested; and the maximum allowable stated maturity of any individual investment owned by the entity.

The Act requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the County adhered to the requirements of the Act. Additionally, investment practices of the County were in accordance with local policies.

The Act determines the types of investments which are allowable for the County. These include, with certain restrictions, (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas, (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, and (10) common trust funds.

The County's investments at September 30, 2010 are shown below:

<u>Investment or Investment Type</u>	<u>Weighted Maturity (Months)</u>	<u>Fair Value</u>
Certificates of Deposit	9	\$3,000,000
Government-sponsored investment pool (LOGIC)	N/A	<u>996,552</u>
		<u>\$3,996,552</u>

3. Analysis of Specific Deposit and Investment Risks

GASB Statement No. 40 requires a determination as to whether the County was exposed to the following specific investment risks at year end and if so, the reporting of certain related disclosures:

a. Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The ratings of securities by nationally recognized rating agencies are designed to give an indication of credit risk. At year end, the County was not significantly exposed to credit risk.

b. Custodial Credit Risk

Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are uncollateralized, collateralized with securities held by the pledging financial institution, or collateralized with securities held by the pledging financial institution's trust department or agent but not in the County's name.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by either the counterparty or the counterparty's trust department or agent but not in the County's name.

At year end, the County was not exposed to custodial credit risk.

c. Concentration of Credit Risk

This risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. At year end, the County was not exposed to concentration of credit risk.

d. Interest Rate Risk

This is the risk that changes in interest rates will adversely affect the fair value of an investment. At year end, the County was not exposed to interest rate risk.

e. Foreign Currency Risk

This is the risk that exchange rates will adversely affect the fair value of an investment. At year end, the County was not exposed to foreign currency risk.

4. Investment Accounting Policy

The County's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value. The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

5. Public Funds Investment Pools

Public funds investment pools in Texas (Pools) are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Act, Chapter 2256 of the Texas Government Code. In addition to other provisions of the Act designed to promote liquidity and safety of principal, the Act requires Pools to: 1) have an advisory board composed of participants in the Pool and other persons who do not have a business relationship with the Pool and are qualified to advise the Pool; 2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and 3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares.

The County's investments in Pools are reported at an amount determined by the fair value per share of the Pool's underlying portfolio, unless the Pool is 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission (SEC) as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

D. PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1 of the prior year. Taxes are levied on October 1 and do not begin to accrue interest until February 1. The County is permitted by the Municipal Finance Law of the State of Texas to levy taxes (exclusive of those amounts levied to service long-term debt) up to \$.80 per \$100 of assessed valuation for general services, permanent improvements, road and bridge and jury fund purposes. The combined tax rate to finance general government (exclusive of long-term debt service and Special Road & Bridge) for the year ended September 30, 2010, was \$.32379 per \$100 valuation.

Taxes levied for the payment of principal and interest related to long-term debt was \$0.00839 per \$100 valuation for the year ended September 30, 2010. An additional ad valorem tax may be levied and collected for further maintenance of public roads, provided that a majority of the qualified property taxpaying voters shall vote such tax, not to exceed fifteen cents (.15) per \$100 valuation. Wilbarger County has such a tax and the levy for 2010 was \$0.01612. The total tax rate for Wilbarger County for fiscal year 2010 also includes a Farm to Market Right of Way with a tax rate of \$0.12298. The total tax rate for Wilbarger County for fiscal year 2010 was \$0.47128.

Allowances for uncollectible tax receivables within the General, Road & Bridge, and Debt Service Funds are based upon historical experience in collecting property taxes. Uncollectible personal property taxes are periodically reviewed and written off, but the County is prohibited from writing off real property taxes without specific statutory authority from the Texas Legislature.

At September 30, 2010, net property taxes receivable is calculated as follows:

Gross property taxes receivable	\$293,820
Allowance for uncollectible taxes	(62,692)
Net property taxes receivable	<u>\$231,128</u>

Of the \$231,129 of property taxes receivable at September 30, 2010, the County expects to collect approximately \$56,000 within a year. This is similar to the amount of delinquent taxes received in previous years.

E. FINES RECEIVABLE

Fines receivable represent amounts due to the County for outstanding citations.

The allowance for uncollectible fines receivable within the funds is based upon historical experience collecting fines. Uncollectible fines are periodically written off.

At September 30, 2010, net fines receivable is calculated as follows:

Gross fines receivable	\$2,228,058
Allowance for uncollectible fines	(1,971,782)
Net fines receivable	<u>\$ 256,276</u>

Of the \$256,276 of gross fines receivable at September 30, 2010, the County expects to collect approximately \$150,000 within a year. This is similar to the amount of delinquent fines receivable collected in the current year.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

F. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2010 was as follows:

Governmental Activities:	Balance <u>9/30/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	Balance <u>9/30/10</u>
Capital assets not being depreciated:					
Land	\$ 307,699	\$ -	\$ -	\$ -	\$ 307,699
Capital assets being depreciated:					
Buildings and improvements	4,188,419	6,130	-	-	4,194,549
Infrastructure	10,931,008	-	-	-	10,931,008
Machinery and equipment	<u>5,260,506</u>	<u>1,323,734</u>	<u>1,203,211</u>	<u>(2,462)</u>	<u>5,378,567</u>
Total capital assets being depreciated	<u>20,379,933</u>	<u>1,329,864</u>	<u>1,203,211</u>	<u>(2,462)</u>	<u>20,504,124</u>
Less accumulated depreciation for:					
Buildings and improvements	1,642,304	90,479	-	-	1,732,783
Infrastructure	9,866,750	67,288	-	-	9,934,038
Machinery and equipment	<u>2,018,189</u>	<u>458,968</u>	<u>406,124</u>	<u>(2,271)</u>	<u>2,068,762</u>
Total accumulated depreciation	<u>13,527,243</u>	<u>616,735</u>	<u>406,124</u>	<u>(2,271)</u>	<u>13,735,583</u>
Total capital assets being depreciated, net	<u>6,852,690</u>	<u>713,129</u>	<u>797,087</u>	<u>(191)</u>	<u>6,768,541</u>
Governmental activities capital assets, net	<u>\$ 7,160,389</u>	<u>\$ 713,129</u>	<u>\$ 797,087</u>	<u>(\$ 191)</u>	<u>\$ 7,076,240</u>
Business-Type Activities:	Balance <u>9/30/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	Balance <u>9/30/10</u>
Capital assets not being depreciated:					
Land	\$ 33,137	\$ -	\$ -	\$ -	\$ 33,137
Capital assets being depreciated:					
Buildings and improvements	1,058,481	19,133	-	-	1,077,614
Infrastructure	2,012,302	-	-	-	2,012,302
Machinery and equipment	<u>299,941</u>	<u>31,450</u>	<u>-</u>	<u>2,462</u>	<u>333,853</u>
Total capital assets being depreciated	<u>3,370,724</u>	<u>50,583</u>	<u>-</u>	<u>2,462</u>	<u>3,423,769</u>
Less accumulated depreciation for:					
Buildings and improvements	383,525	26,568	-	-	410,093
Infrastructure	1,477,596	50,307	-	-	1,527,903
Machinery and equipment	<u>170,942</u>	<u>23,711</u>	<u>-</u>	<u>2,271</u>	<u>196,924</u>
Total accumulated depreciation	<u>2,032,063</u>	<u>100,586</u>	<u>-</u>	<u>2,271</u>	<u>2,134,920</u>
Total capital assets being depreciated, net	<u>1,338,661</u>	<u>(50,003)</u>	<u>-</u>	<u>191</u>	<u>1,288,849</u>
Business-type activities capital assets, net	<u>\$ 1,371,798</u>	<u>(\$ 50,003)</u>	<u>\$ -</u>	<u>\$ 191</u>	<u>\$ 1,321,986</u>

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 20,482
Judicial	8,372
Financial	3,455
Public facilities	105,424
Public safety	43,390
Health and welfare	2,272
Conservation	5,572
Road and bridge	<u>427,768</u>
 Total governmental depreciation	 <u>\$616,735</u>

G. INTERFUND RECEIVABLES, PAYABLES, ADVANCES, AND TRANSFERS

Balances due to and from other funds at September 30, 2010 were as follows:

<u>Due To Fund</u>	<u>Due From Fund</u>	<u>Payable</u>	<u>Reason</u>
General Fund	Agency Funds	\$ 99,669	Short-term loan
General Fund	Airport Fund	8,639	Short-term loan
Road & Bridge Fund	Agency Funds	21,683	Short-term loan
Other Governmental Funds	Agency Funds	<u>6,123</u>	Short-term loan
	Total	<u>\$136,114</u>	

All of the above amounts are expected to be repaid within one year.

Long-term advances between funds were as follows at September 30, 2010:

<u>Advanced From</u>	<u>Advanced To</u>	<u>Amount</u>
Road & Bridge Fund	Airport Fund	<u>\$20,864</u>

This advance is not expected to be repaid within one year. Accordingly, \$20,864 of fund balance has been reserved in the Road & Bridge Fund.

Interfund transfers during the year ended September 30, 2010 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	Airport Fund	\$82,763	Supplement other resources
General Fund	Other Governmental Funds	<u>10,000</u>	Supplement other resources
	Total	<u>\$92,763</u>	

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

H. LONG-TERM DEBT

The County issues general obligation bonds, certificates of obligation bonds, notes payable and capital lease obligations to provide funds for the acquisition and construction of major capital facilities. These issues are direct obligations and pledge the full faith and credit of the County.

Governmental Activities

General Obligation Bonds

General obligation bonds outstanding at September 30, 2010 are as follows:

	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/10</u>
<u>Governmental Activities:</u>					
Tax Note	\$450,000	7/1/05	2/15/12	4.05%	<u>\$140,000</u>

Annual debt service requirements to maturity are as follows

<u>Year Ending September 30</u>	<u>General Obligation Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 69,500	\$ 4,263	\$ 73,763
2012	<u>70,500</u>	<u>1,428</u>	<u>71,928</u>
Total	<u>\$140,000</u>	<u>\$ 5,691</u>	<u>\$145,691</u>

Capital Lease Obligations

Capital lease obligations at September 30, 2010 are as follows:

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Lease</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/10</u>
Digital Copier – DPS	\$ 7,362	10/01/06	9/01/11	7.00%	\$ 1,158
Digital Copier – County Auditor	7,830	10/01/06	9/01/11	7.00%	1,454
Digital Copier – District Clerk	6,137	11/01/06	9/01/11	7.00%	1,747
Digital Copier – County Jail	11,049	1/03/07	12/03/11	7.00%	2,406
Digital Copier – County Sheriff	10,050	3/20/07	2/20/12	7.00%	2,440
Digital Copier – County TAC	15,513	3/30/07	2/20/12	7.00%	<u>3,641</u>
Total Capital Lease Obligations					<u>\$12,846</u>

Capital lease obligation debt service requirements to maturity are as follows:

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

<u>Year</u>	<u>Capital Lease Obligations</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$10,496	\$563	\$11,059
2012	<u>2,350</u>	<u>38</u>	<u>2,388</u>
Total	<u>\$12,846</u>	<u>\$601</u>	<u>\$13,447</u>

Notes Payable

Notes payable at September 30, 2010 are as follows:

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Note</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/10</u>
Tractor – Arena	\$ 24,999	3/12/09	3/11/12	5.00%	\$ 9,175
Excavator – Precinct #1	157,362	7/23/09	6/23/16	5.00%	124,129
Excavator – Precinct #4	106,188	8/27/10	7/30/14	5.25%	106,188
Tractor – Precinct #1	33,864	7/23/10	7/23/14	2.90%	<u>33,864</u>
Total Notes Payable					<u>\$273,356</u>

Notes payable debt service requirements to maturity are as follows:

<u>Year</u>	<u>Notes Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 61,511	\$13,857	\$ 75,368
2012	56,128	10,935	67,063
2013	57,962	8,227	66,189
2014	60,747	5,442	66,189
2015	24,573	2,519	27,092
2016	<u>12,435</u>	<u>1,293</u>	<u>13,728</u>
Total	<u>\$273,356</u>	<u>\$42,273</u>	<u>\$315,629</u>

Changes in long-term liabilities for the year ended September 30, 2010 were as follows:

Governmental Activities:	<u>Balance 09/30/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 09/30/10</u>	<u>Due Within One Year</u>
	General obligation debt	\$207,000	\$ -	\$ 67,000	\$140,000
Capital lease obligations	133,849	-	121,003	12,846	10,496
Notes payable	162,675	140,052	29,371	273,356	61,511
Compensated absences	<u>72,022</u>	<u>100,682</u>	<u>94,345</u>	<u>78,359</u>	<u>46,698</u>
Total long-term liabilities – governmental activities	<u>\$575,546</u>	<u>\$240,734</u>	<u>\$311,719</u>	<u>\$504,561</u>	<u>\$188,205</u>

For the governmental activities, compensated absences are generally liquidated by the General Fund.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Business-Type Activities

Note Payable

Note payable at September 30, 2010 is as follows:

<u>Purpose</u>	<u>Original Amount</u>	<u>Date of Note</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/10</u>
Tractor – Airport	\$ 24,505	4/09/10	4/01/13	5.50%	<u>\$24,505</u>

Note payable debt service requirements to maturity are as follows:

<u>Year</u>	<u>Note Payable</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 7,755	\$1,318	\$ 9,073
2012	8,150	924	9,074
2013	<u>8,600</u>	<u>473</u>	<u>9,073</u>
Total	<u>\$24,505</u>	<u>\$2,715</u>	<u>\$27,220</u>

Changes in long-term liabilities for the year ended September 30, 2010 were as follows:

<u>Business-type Activities:</u>	<u>Balance 09/30/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 09/30/10</u>	<u>Due Within One Year</u>
Note payable	\$ -	\$24,505	\$ -	\$24,505	\$7,755
Compensated absences	<u>3,662</u>	<u>6,740</u>	<u>4,129</u>	<u>6,273</u>	<u>1,903</u>
Total long-term liabilities – business-type activities	<u>\$3,662</u>	<u>\$31,245</u>	<u>\$4,129</u>	<u>\$30,778</u>	<u>\$9,658</u>

I. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various nature. The County participates in the Texas Association of Counties Intergovernmental Risk Pool (Pool) which provides protection for risks of loss. Premiums are paid to the Pool which retains the risk of loss beyond the County's policy deductibles. Any losses reported but unsettled or incurred and not reported, are believed to be insignificant to the County's basic financial statements. For the last three years, there have been no significant reductions of insurance coverage or insurance settlements in excess of insurance coverage.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

J. CONTINGENT LIABILITIES AND COMMITMENTS

Federal and State Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by such agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Litigation

The County periodically is a defendant in various lawsuits. At September 30, 2010, the County is not aware of any pending litigation.

Trust Funds

The District Clerk has invested trust funds at various financial institutions in accordance with court orders. The County has a fiduciary responsibility over these funds until their final disposition.

Texas Capital Fund

In February 2011, the County was awarded \$750,000 from the Texas Capital Fund through the Texas Department of Agriculture. The award is partially a grant to the County and a non-interest loan to assist the County to build a road and building for Tangarie Alternative Power, LLC (Tangarie), a tenant at the County's airport. Tangarie has three years to create fifty-one new jobs (51% of which must be filled by low to moderate income individuals) and inject \$750,000 in corporate funds.

If the fifty-one new jobs are created by the end of three years, the County only has to repay \$386,500 via a non-interest bearing note. However, should Tangarie fail to create the fifty-one new jobs at the end of three years, the County must repay a prorata share of the \$750,000 based on the number of jobs created versus the fifty-one jobs targeted.

K. RETIREMENT PLAN

1. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional, defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 602 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

WILBARGER COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)
SEPTEMBER 30, 2010

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and the County-financed monetary credits. The level of these monetary credits is adopted by the governing body of the County within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the County's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the County-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

2. Funding Policy

The County has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County contributed using the actuarially determined rate of 10.64% for the months of the accounting year in 2009, and 11.39% for the months of the accounting year in 2010.

The contribution rate payable by the employee members for calendar year 2010 is the rate of 7% as adopted by the Commissioners' Court of the County. The employee contribution rate and the County contribution rate may be changed by the Commissioners' Court of the County within the options available in the TCDRS Act.

3. Annual Pension Cost

The required contribution was determined as part of the December 31, 2009 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions at December 31, 2009 included (a) 8.0 percent investment rate of return (net of administrative expenses), and (b) projected salary increases of 5.4 percent. Both (a) and (b) included an inflation component of 3.5 percent. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a ten-year period. The unfunded actuarial liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2009 was 20 years.

The County's annual pension cost and actual contributions for the years ended September 30, 2010, 2009 and 2008 were \$357,700, \$328,238 and \$308,532, respectively. The County did not have a Net Pension Obligation (NPO) at the end of any of those years

4. Funding Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the plan was 82.37 percent funded. The actuarial accrued liability for benefits was \$9,445,411, and the actuarial value of assets was \$7,780,261, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,665,150. The covered payroll (annual payroll of active employees covered by the plan) was \$3,223,385, and the ratio of the UAAL to the covered payroll was 51.66 percent.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures required by the Governmental Accounting Standards Board but not considered a part of the basic financial statements.

WILBARGER COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 3,426,963	\$ 3,426,963	\$ 3,495,965	\$ 69,002
Fees and commissions	720,550	720,550	711,456	(9,094)
Fines and forfeitures	150,000	150,000	162,760	12,760
Intergovernmental	146,210	146,794	178,128	31,334
Interest	60,000	60,000	55,777	(4,223)
Miscellaneous	127,300	143,850	75,135	(68,715)
Total revenues	<u>4,631,023</u>	<u>4,648,157</u>	<u>4,679,221</u>	<u>31,064</u>
Expenditures				
Current:				
General government:				
County Judge	188,228	188,228	180,604	7,624
County Clerk	224,130	236,180	220,208	15,972
Veterans service	11,300	11,300	10,351	949
Non-departmental	618,623	549,173	428,402	120,771
Total General government	<u>1,042,281</u>	<u>984,881</u>	<u>839,565</u>	<u>145,316</u>
Judicial:				
Law library	30,714	30,714	27,535	3,179
Justice of the Peace #1	89,036	89,036	87,535	1,501
Justice of the Peace #2	105,671	105,671	104,155	1,516
District Attorney	239,683	239,683	231,603	8,080
District Clerk	155,035	162,255	155,525	6,730
District Court	238,944	269,769	264,907	4,862
Total Judicial	<u>859,083</u>	<u>897,128</u>	<u>871,260</u>	<u>25,868</u>
Legal:				
County Attorney	<u>181,925</u>	<u>181,925</u>	<u>175,503</u>	<u>6,422</u>
Financial:				
Tax Collector	256,086	259,061	243,672	15,389
Treasurer	68,646	68,646	63,364	5,282
County Auditor	137,831	137,831	124,516	13,315
Total Financial	<u>462,563</u>	<u>465,538</u>	<u>431,552</u>	<u>33,986</u>
Public facilities:				
Courthouse	266,710	266,710	184,609	82,101
Jail	732,499	732,499	698,856	33,643
Auditorium	310,344	310,344	267,656	42,688
Exhibit building	101,662	101,662	73,814	27,848
Arena	94,092	99,137	92,660	6,477
Total Public facilities	<u>1,505,307</u>	<u>1,510,352</u>	<u>1,317,595</u>	<u>192,757</u>

WILBARGER COUNTY, TEXAS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Public Safety:				
Constable #1	58,825	58,825	58,952	(127)
Constable #2	97,443	97,443	99,192	(1,749)
Juvenile probation	30,747	31,147	27,987	3,160
Sheriff	494,095	494,095	472,533	21,562
Civil defense	37,295	55,850	19,707	36,143
Department of Public Safety	8,350	8,350	6,304	2,046
Community supervision	2,000	2,400	1,395	1,005
Total Public Safety	<u>728,755</u>	<u>748,110</u>	<u>686,070</u>	<u>62,040</u>
Health and Welfare:				
Health and welfare	83,463	83,463	77,528	5,935
Outreach services	24,250	24,250	21,376	2,874
Total Health and Welfare	<u>107,713</u>	<u>107,713</u>	<u>98,904</u>	<u>8,809</u>
Conservation:				
Extension service	128,179	128,179	119,540	8,639
Total expenditures	<u>5,015,806</u>	<u>5,023,826</u>	<u>4,539,989</u>	<u>483,837</u>
Excess of revenues over (under) expenditures	<u>(384,783)</u>	<u>(375,669)</u>	<u>139,232</u>	<u>514,901</u>
Other financing sources (uses):				
Transfers out	<u>(100,000)</u>	<u>(100,000)</u>	<u>(92,763)</u>	<u>7,237</u>
Total other financing sources (uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(92,763)</u>	<u>7,237</u>
Net change in fund balances	(484,783)	(475,669)	46,469	522,138
Fund balances, beginning of year	3,029,315	3,029,315	3,029,315	-
Fund balances, end of year	<u>\$ 2,544,532</u>	<u>\$ 2,553,646</u>	<u>\$ 3,075,784</u>	<u>\$ 522,138</u>

WILBARGER COUNTY, TEXAS
ROAD AND BRIDGE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,235,775	\$ 1,235,775	\$ 1,255,237	\$ 19,462
Fees and commissions	486,000	486,000	541,174	55,174
Intergovernmental	20,000	20,000	19,709	(291)
Interest	60,000	60,000	18,510	(41,490)
Miscellaneous	23,945	23,945	141	(23,804)
Total revenues	<u>1,825,720</u>	<u>1,825,720</u>	<u>1,834,771</u>	<u>9,051</u>
Expenditures:				
Current:				
General government:				
Road and bridge administration	17,100	17,100	13,708	3,392
Total General government	<u>17,100</u>	<u>17,100</u>	<u>13,708</u>	<u>3,392</u>
Road and Bridge:				
Precinct Number One	535,498	723,698	650,887	72,811
Precinct Number Two	491,608	675,108	490,184	184,924
Precinct Number Three	501,276	1,075,867	1,044,194	31,673
Precinct Number Four	531,311	830,199	768,413	61,786
Total Road and Bridge	<u>2,059,693</u>	<u>3,304,872</u>	<u>2,953,678</u>	<u>351,194</u>
Total expenditures	<u>2,076,793</u>	<u>3,321,972</u>	<u>2,967,386</u>	<u>354,586</u>
Excess of revenues over (under) expenditures	<u>(251,073)</u>	<u>(1,496,252)</u>	<u>(1,132,615)</u>	<u>363,637</u>
Other financing sources (uses):				
Proceeds from debt issuance	1,137	107,325	141,188	33,863
Sale of capital assets	10,000	1,148,991	1,024,928	(124,063)
Total other financing sources (uses)	<u>11,137</u>	<u>1,256,316</u>	<u>1,166,116</u>	<u>(90,200)</u>
Net change in fund balances	(239,936)	(239,936)	33,501	273,437
Fund balances - beginning	1,492,707	1,492,707	1,492,707	-
Fund balances - ending	<u>\$ 1,252,771</u>	<u>\$ 1,252,771</u>	<u>\$ 1,526,208</u>	<u>\$ 273,437</u>

WILBARGER COUNTY, TEXAS
NOTES TO BUDGETARY COMPARISON SCHEDULES
YEAR ENDED SEPTEMBER 30, 2010

A. BUDGETARY INFORMATION

Annual budgets are adopted on the GAAP basis of accounting for all governmental funds except capital project funds. Project-length budgets were adopted for all capital projects funds. All annual appropriations lapse at fiscal year end.

The County Judge is, by statute, the Budget Officer of the County and has the responsibility of preparing the County's budget. Under the County's budgeting procedures, each department submits a budget request to the County Judge. The County Judge reviews budget requests and holds informal hearings when needed. Before October 1, a proposed budget is presented to the Commissioners' Court. A public hearing is then held and the Commissioners' Court takes action on the proposed budget. Before determining the final budget, the Commissioners' Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available fund balance.

Once the budget has been adopted by the Commissioners' Court, the County Auditor is responsible for monitoring the expenditures of the various departments of the County to prevent expenditures from exceeding budgeted appropriations and for keeping members of the Commissioners' Court advised of the conditions of the various funds and accounts.

The appropriated budget is prepared by fund. Any transfers of appropriations are first approved by the Commissioners' Court. No amendments may be made without Commissioners' Court approval to the total budget for each department within a fund. Thus, the legal level of budgetary control is at the department level. No supplemental appropriations were required during the year.

Encumbrance accounting is not employed by the County because it is not considered necessary to assure effective budgetary control.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended September 30, 2010, expenditures exceeded appropriations in the following fund:

General Fund:	
Constable #1	\$ 127
Constable #2	1,749

These over-expenditures were funded by available fund balance.

WILBARGER COUNTY, TEXAS
SCHEDULE OF FUNDING PROGRESS -
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
FOR THE YEAR ENDED SEPTEMBER 30, 2010

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2007	\$ 6,836,016	\$ 8,011,804	\$ 1,175,788	85.32%	\$ 2,729,833	43.07%
12/31/2008	6,983,530	8,786,925	1,803,395	79.48%	2,917,513	61.81%
12/31/2009	7,780,261	9,445,411	1,665,150	82.37%	3,223,385	51.66%

*COMBINING STATEMENTS AND BUDGET COMPARISONS
AS SUPPLEMENTARY INFORMATION*

This supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Jury Fund – This fund is used to account for the cost of providing jury service for county and district courts.

Special Services Fund – This fund is used to account for special fees with specific purposes as set out by state legislation. Funding is provided by those specific fees.

Grant Fund – This fund is used to account for various individual grants received by Wilbarger County.

Juvenile Services Fund – This fund is used to account for the services of the 46th Juvenile Justice District and the related reimbursements received from the state. This fund is not budgeted.

DEBT SERVICE FUND

Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

CAPITAL PROJECTS FUND

Capital Projects Fund – This fund is used to account for the accumulation of resources for, and the payment of capital projects, specifically the construction of the covered arena.

WILBARGER COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2010

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-3)
	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund	Debt Service Fund		
ASSETS							
Cash and cash equivalents	\$ 506	\$ 25,355	\$ 3,213	\$ -	\$ 1,338	\$ 101,994	\$ 132,406
Investments	-	197,114	-	-	74,684	-	271,798
Receivables (net of allowances for uncollectibles):							
Taxes	-	-	-	-	9,596	-	9,596
Accounts	-	109	-	-	-	-	109
Fines	-	11,655	-	-	-	-	11,655
Due from other funds	-	5,546	-	-	577	-	6,123
Prepaid items	-	4,334	-	-	-	-	4,334
Total assets	<u>\$ 506</u>	<u>\$ 244,113</u>	<u>\$ 3,213</u>	<u>\$ -</u>	<u>\$ 86,195</u>	<u>\$ 101,994</u>	<u>\$ 436,021</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 3,213	\$ -	\$ -	\$ -	\$ 3,213
Unearned revenue	-	11,655	-	-	9,596	-	21,251
Total liabilities	<u>-</u>	<u>11,655</u>	<u>3,213</u>	<u>-</u>	<u>9,596</u>	<u>-</u>	<u>24,464</u>
Fund balances:							
Reserved for:							
Debt service	-	-	-	-	76,599	-	76,599
Prepays	-	4,334	-	-	-	-	4,334
Unreserved, reported in:							
Special Revenue Funds	506	228,124	-	-	-	-	228,630
Capital Projects Funds	-	-	-	-	-	101,994	101,994
Total fund balances	<u>506</u>	<u>232,458</u>	<u>-</u>	<u>-</u>	<u>76,599</u>	<u>101,994</u>	<u>411,557</u>
Total liabilities and fund balances	<u>\$ 506</u>	<u>\$ 244,113</u>	<u>\$ 3,213</u>	<u>\$ -</u>	<u>\$ 86,195</u>	<u>\$ 101,994</u>	<u>\$ 436,021</u>

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds (See Exhibit A-5)
	Jury Fund	Special Services Fund	Grant Fund	Juvenile Services Fund	Debt Service Fund		
Revenues							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 77,187	\$ -	\$ 77,187
Fees and commissions	-	65,310	-	-	-	-	65,310
Intergovernmental	4,896	-	144,454	-	-	-	149,350
Interest	75	905	-	-	490	255	1,725
Miscellaneous	-	175	-	169,104	-	-	169,279
Total revenues	<u>4,971</u>	<u>66,390</u>	<u>144,454</u>	<u>169,104</u>	<u>77,677</u>	<u>255</u>	<u>462,851</u>
Expenditures							
Current							
General government	-	61,004	144,454	-	-	-	205,458
Legal	17,254	-	-	-	-	-	17,254
Public safety	-	-	-	169,104	-	-	169,104
Debt service:							
Principal	-	-	-	-	67,000	-	67,000
Interest and fiscal charges	-	-	-	-	6,989	-	6,989
Total expenditures	<u>17,254</u>	<u>61,004</u>	<u>144,454</u>	<u>169,104</u>	<u>73,989</u>	<u>-</u>	<u>465,805</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,283)</u>	<u>5,386</u>	<u>-</u>	<u>-</u>	<u>3,688</u>	<u>255</u>	<u>(2,954)</u>
Other financing sources (uses):							
Transfers in	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
Net change in fund balances	<u>(2,283)</u>	<u>5,386</u>	<u>-</u>	<u>-</u>	<u>3,688</u>	<u>255</u>	<u>7,046</u>
Fund balances, beginning of year	<u>2,789</u>	<u>227,072</u>	<u>-</u>	<u>-</u>	<u>72,911</u>	<u>101,739</u>	<u>404,511</u>
Fund balances, end of year	<u>\$ 506</u>	<u>\$ 232,458</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,599</u>	<u>\$ 101,994</u>	<u>\$ 411,557</u>

WILBARGER COUNTY, TEXAS
JURY FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 4,000	\$ 4,000	\$ 4,896	\$ 896
Interest	120	120	75	(45)
Total revenues	<u>4,120</u>	<u>4,120</u>	<u>4,971</u>	<u>851</u>
Expenditures				
Current:				
Legal	<u>16,000</u>	<u>23,000</u>	<u>17,254</u>	<u>5,746</u>
Excess of revenues over (under) expenditures	<u>(11,880)</u>	<u>(18,880)</u>	<u>(12,283)</u>	<u>6,597</u>
Other financing sources (uses):				
Transfers in	<u>12,000</u>	<u>12,000</u>	<u>10,000</u>	<u>(2,000)</u>
Net change in fund balances	120	(6,880)	(2,283)	4,597
Fund balances, beginning of year	2,789	2,789	2,789	-
Fund balances, end of year	<u>\$ 2,909</u>	<u>\$ (4,091)</u>	<u>\$ 506</u>	<u>\$ 4,597</u>

WILBARGER COUNTY, TEXAS
SPECIAL SERVICES FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Fees and commissions	\$ 70,300	\$ 70,300	\$ 65,310	\$ (4,990)
Interest	4,000	4,000	905	(3,095)
Miscellaneous	5,000	5,000	175	(4,825)
Total revenues	<u>79,300</u>	<u>79,300</u>	<u>66,390</u>	<u>(12,910)</u>
Expenditures				
Current:				
General government	<u>44,200</u>	<u>69,020</u>	<u>61,004</u>	<u>8,016</u>
Net change in fund balances	35,100	10,280	5,386	(4,894)
Fund balances, beginning of year	227,072	227,072	227,072	-
Fund balances, end of year	<u>\$ 262,172</u>	<u>\$ 237,352</u>	<u>\$ 232,458</u>	<u>\$ (4,894)</u>

WILBARGER COUNTY, TEXAS
GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 36,397	\$ 141,586	\$ 144,454	\$ 2,868
Total revenues	<u>36,397</u>	<u>141,586</u>	<u>144,454</u>	<u>2,868</u>
Expenditures				
Current:				
General government	36,397	141,586	144,454	(2,868)
Total expenditures	<u>36,397</u>	<u>141,586</u>	<u>144,454</u>	<u>(2,868)</u>
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WILBARGER COUNTY, TEXAS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 80,027	\$ 80,027	\$ 77,187	\$ (2,840)
Interest	1,000	1,000	490	(510)
Total revenues	<u>81,027</u>	<u>81,027</u>	<u>77,677</u>	<u>(3,350)</u>
Expenditures				
Debt service:				
Principal	67,000	67,000	67,000	-
Interest and fiscal charges	7,100	7,100	6,989	111
Total expenditures	<u>74,100</u>	<u>74,100</u>	<u>73,989</u>	<u>111</u>
Net change in fund balances	6,927	6,927	3,688	(3,239)
Fund balances, beginning of year	72,911	72,911	72,911	-
Fund balances, end of year	<u>\$ 79,838</u>	<u>\$ 79,838</u>	<u>\$ 76,599</u>	<u>\$ (3,239)</u>

WILBARGER COUNTY, TEXAS
CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues				
Interest	\$ 500	\$ 500	\$ 255	\$ (245)
Total revenues	<u>500</u>	<u>500</u>	<u>255</u>	<u>(245)</u>
Expenditures				
Current:				
Public facilities	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	500	500	255	(245)
Fund balances, beginning of year	101,739	101,739	101,739	-
Fund balances, end of year	<u>\$ 102,239</u>	<u>\$ 102,239</u>	<u>\$ 101,994</u>	<u>\$ (245)</u>

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, or other governments.

Tax Assessor/Collector Agency – This fund is used to account for receipts of the tax assessor/collector pending disposition to individuals and entities, the County and other governments.

County Clerk Agency – This fund is used to account for receipts of the county clerk pending disposition to individuals and entities, the County or other governments.

Sheriff Agency – This fund is used to account for receipts of the sheriff pending disposition to individuals and entities, the County or other governments.

County Attorney Agency – This fund is used to account for receipts of the county attorney pending disposition to individuals and entities, the County or other governments.

Justice of the Peace Fee Account Agency – This fund is used to account for receipts of fines and court costs by two justices of the peace pending disposition to individuals and entities, the County or other governments.

District Clerk Agency – This fund is used to account for receipts of the District Clerk pending disposition to individuals and entities, the County or other governments.

District Attorney Agency – This fund is used to account for receipts of the District Attorney pending disposition to individuals and entities, the County or other governments.

Constable #1 Agency – This fund is used to account for training funds of Constable #1 pending disposition to individuals and others.

Constable #2 Agency – This fund is used to account for training funds of Constable #2 pending disposition to individuals and others.

Jail Commissary Agency – This fund is used to account for the activity of the jail commissary.

State Tax Agency – This fund is used to account for receipts for state court costs and fees pending disposition to individuals and entities, the County or other governments.

Wilbarger County Escrow Account – This fund is used to account for unclaimed funds from the general fund, special revenue funds and trust and agency funds pending distribution to individuals or the state government.

Christmas Club Account Agency – This fund is used as a savings account for the receipts withheld from employees' regular paychecks and held pending yearly distribution to the employees from which it was withheld.

Juvenile Probation Account – This fund is used to account for funds held related to juvenile probation.

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2010

	<u>Tax Assessor/ Collector Agency</u>	<u>County Clerk Agency</u>	<u>Sheriff Agency</u>	<u>County Attorney Agency</u>
ASSETS				
Cash and cash equivalents	\$ 351,583	\$ 44,187	\$ 8,950	\$ 26,209
Investments	-	34,000	-	-
Total assets	<u>\$ 351,583</u>	<u>\$ 78,187</u>	<u>\$ 8,950</u>	<u>\$ 26,209</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Other payables	-	-	-	-
Due to other funds	46,132	31,722	1,306	750
Due to other governments	305,451	-	-	-
Due to others	-	46,465	7,644	25,459
Total liabilities	<u>\$ 351,583</u>	<u>\$ 78,187</u>	<u>\$ 8,950</u>	<u>\$ 26,209</u>

<u>Justice of the Peace Fee Account</u>	<u>District Clerk Agency</u>	<u>District Attorney</u>	<u>Constable #1</u>	<u>Constable #2</u>	<u>Jail Commissary</u>
\$ 50,811	\$ 60,977	\$ 17,430	\$ 276	\$ 841	\$ 980
-	26,780	-	-	-	-
<u>\$ 50,811</u>	<u>\$ 87,757</u>	<u>\$ 17,430</u>	<u>\$ 276</u>	<u>\$ 841</u>	<u>\$ 980</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
50,125	10,519	3,698	-	-	1,138
-	-	-	-	-	-
686	77,238	13,732	276	841	(158)
<u>\$ 50,811</u>	<u>\$ 87,757</u>	<u>\$ 17,430</u>	<u>\$ 276</u>	<u>\$ 841</u>	<u>\$ 980</u>

WILBARGER COUNTY, TEXAS
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2010

	State Tax Agency	Wilbarger County Escrow Account	Christmas Club Account Agency	Juvenile Probation Account	Total Agency Funds (See Exhibit A-10)
ASSETS					
Cash and cash equivalents	\$ 67,430	\$ 6,361	\$ 67,745	\$ 282,225	\$ 986,005
Investments	131	-	-	-	60,911
Total assets	<u>\$ 67,561</u>	<u>\$ 6,361</u>	<u>\$ 67,745</u>	<u>\$ 282,225</u>	<u>\$ 1,046,916</u>
LIABILITIES					
Accounts payable	\$ 1,519	\$ -	\$ -	\$ -	\$ 1,519
Other payables	424	613	-	-	1,037
Due to other funds	(17,915)	-	-	-	127,475
Due to other governments	83,533	4,320	-	-	393,304
Due to others	-	1,428	67,745	282,225	523,581
Total liabilities	<u>\$ 67,561</u>	<u>\$ 6,361</u>	<u>\$ 67,745</u>	<u>\$ 282,225</u>	<u>\$ 1,046,916</u>